## Land Use and Energy in California

Presented to the California Energy Commission, Committee Workshop, 22 September 2006

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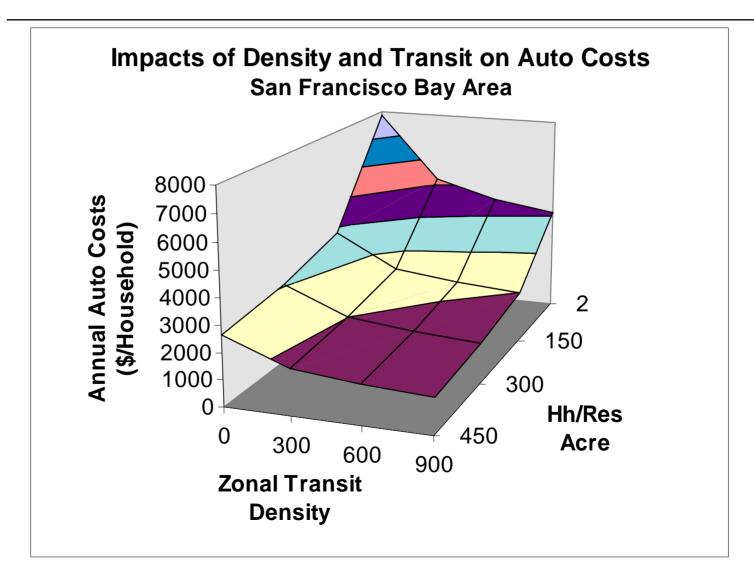
#### Land Use and Transportation Energy

- Transportation energy use accounts for over half of California's greenhouse gas emissions.
- Land use is a primary determinant of personal transportation energy demand.

#### The Efficiency Opportunity

- Smart Growth can reduce travel by 50% and more.
- Ten year's savings potential in California from ten years' new housing construction is:
  - 10 million tons of CO<sub>2</sub> emissions annually
  - \$200 billion of present value savings
  - 60,000 barrels/day of oil saved
- These benefits increase with time.

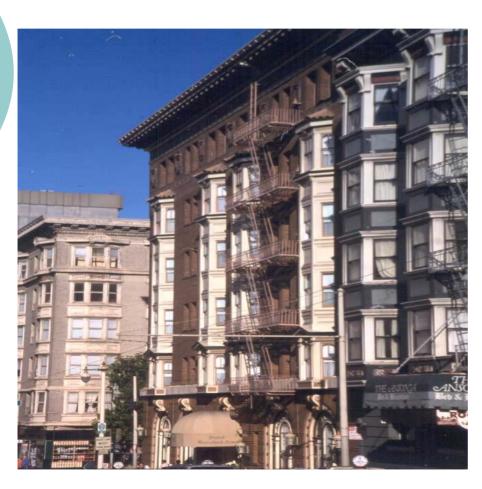
#### Key Known Physical Attributes of Smart Growth



# Sprawl Vs. Smart Growth



## Images of Smart Growth





## Images of Smart Growth



### Images of Dumb Growth



## Images of Dumb Growth



#### Physical Realities and Policy Options

- We know what smart growth should look like and we know what dumb growth looks like, at least for homes.
  - We know the difference of land use and in terms of transportation infrastructure.
- The market appears to want more smart growth, based on property values.
  - Market barriers must be impeding smart growth.
- We do not know the impact of commercial and industrial land use on energy
  - In some cases, we don't even know the sign.

### Physical Realities and Policy Options-II

- We can speculate that smart growth land use patterns reduce nontransportation energy significantly.
  - Smart growth reduces outdoor water use
  - Smart growth requires lower amounts of energy-intensive construction materials
- What is less understood is the policy changes necessary to get us there.

# Transportation and Land Use Policy is Complicated

- Decisions are made by a complex combination of government regulation and market forces, and by government incentives and policies at the local, regional, state, and national level.
- While transportation infrastructure investments are made by definable government agencies, their decisions are influenced by a breathtaking variety of laws and political influences.

# Transportation and Land Use Policy is Complicated--III

- Land use decisions are influenced by a wide range of regulations
  - Local governmental regulations
  - Private sector standards
  - Informal standards used by lenders or investors
- These regulatory influences are not well understood or even catalogued.

#### Opportunities for CEC Study

- How does commercial land use affect personal transportation energy use?
- How does land use—both residential and commercial—affect freight transportation energy?
- How does land use affect the use of water and energy-intensive materials?

#### **Policy Questions**

- What types of regulation affect land use?
  - Government regulation
  - Private sector regulation
  - Informal private sector regulation
- What are the barriers to markets for smart growth development and how can they be overcome?